

TRUST

for Credit Unions

Semi-Annual Report

February 28, 2002

TCU ECONOMIC SUMMARY

SEMI-ANNUAL REPORT ECONOMIC COMMENTARY/OUTLOOK

Economic Summary

Throughout much of the period covered by this report, the U.S. economy was in the midst of a mild recession. While it was initially assumed that this was triggered by the September 11th terrorist attacks, economic data pointed to the contraction beginning in March 2001. To stimulate the economy the Federal Reserve Board (the “Fed”) lowered its federal funds rate (the rate U.S. banks charge each other for overnight loans) a record 11 times during 2001, including four times following the attacks.

As we write this letter, there is mounting evidence that an economic recovery is taking place. The U.S. gross domestic product (GDP) registered a gain in the fourth quarter 2001, aided by a rise in consumer and government spending. As such, the Fed chose not to lower interest rates during its January 2002 meeting, and on March 7, Fed Chairman Alan Greenspan stated that “the evidence increasingly suggests that an economic expansion is already well underway.” In particular, manufacturing, consumer spending, and personal income has risen in recent weeks.

The Bond Market: Rising Prices and an Eye Toward an Economic Rebound

Bonds generally performed well during the six-month reporting period that ended February 28, 2002. As yields fell, bond prices rose (bond prices and yields move in the opposite direction). As the period began, the Fed continued to aggressively ease short-term interest rates in the wake of the September 11 terrorist attacks. The fed funds rate was lowered in each of the last four months of 2001, ending the year at 1.75%, its lowest level in 40 years.

Following stronger than expected economic data, the Fed chose to hold rates steady at its meeting in January. The Fed’s decision was consistent with market sentiment that the easing cycle had ended. Therefore, Treasury performance was roughly unchanged in January.

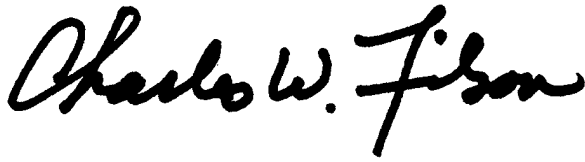
While consumer confidence expectations, driven by business sentiment and business confidence, remained high, continued accounting issues related to Enron’s bankruptcy, uncertainty about rating agency methodology, and poor performance in equities and the corporate bond sector caused the market to see a mild flight to quality. As a result, Treasury yields fell in February, particularly in the intermediate part of the curve, where five- and 10-year yields declined roughly 16 basis points.

Outlook

We continue to see emerging strength in several key areas of the economy, including the manufacturing sector. Based on this, and the fact that short-term interest rates are at abnormally low levels, we expect the Federal Reserve Board to move interest rates higher toward mid to late summer, bringing them closer to trend levels. However, market performance is expected to remain volatile, due to

accounting issues related to Enron's bankruptcy and uncertainty surrounding rating agency methodology.

Sincerely,



Charles W. Filson
President
Callahan Financial Services, Inc.
And Trust For Credit Unions
March 18, 2002



James A. McNamara
Managing Director
Goldman Sachs Asset Management

An investment in a portfolio is not a Credit Union Deposit and is not insured by the National Credit Union Share Insurance Fund, the National Credit Union Administration or any other government agency. An investment in a portfolio involves risks, including possible loss of principal. Although the Money Market Portfolio seeks to preserve the value of your investment at \$1.00 per unit, it is possible to lose money by investing in the Portfolio.

TCU MONEY MARKET PORTFOLIO

Objective

The objective of the TCU Money Market Portfolio (“MMP” or the “Portfolio”) is to maximize current income to the extent consistent with the preservation of capital and maintenance of liquidity through investments in high-quality money market instruments authorized under the Federal Credit Union Act.

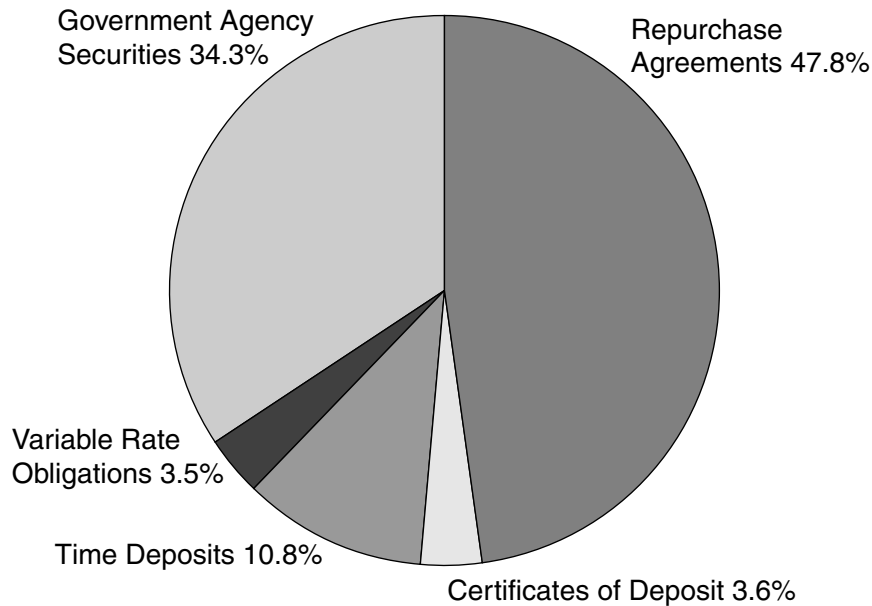
Performance Review

For the six-month period that ended February 28, 2002, the MMP had a simple average yield of 2.22%. This compared to the 1.96% return of the iMoneyNet Money Fund Report Averages for all taxable money market funds. As of February 28, 2002, the Portfolio had a seven-day current yield of 1.70% and an effective yield of 1.71%. As of that date, the Portfolio’s seven-day current and effective yield without fee waivers would have been 1.53% and 1.54%, respectively. The past performance of the Fund is no indication of its future results.

Portfolio Composition and Investment Strategies

Portfolio strategy and composition changed throughout the period, as the supply of domestic bank issued securities continued to diminish. As a result, allocations to U.S. government agency securities increased while our holdings in bank issued products declined.

Portfolio Composition as of February 28, 2002*



* These percentages may differ from those in the accompanying Statement of Investments, which reflect Portfolio holdings as a percentage of net assets.

Looking Ahead

Economic reports in recent days have built on earlier signs that a U.S. recovery is underway. The labor markets improved in February, with payrolls rising and the unemployment rate posting a second consecutive decline. In addition, reports from major retailers suggest that consumer demand was firm in February. At the same time, decelerating wage growth and strong productivity gains imply that inflation is not a near-term threat.

In terms of interest rates, we anticipate that the Fed will tighten monetary policy modestly in 2002, with 25 basis point hikes during its June, August and September meetings. We then expect the Fed to take a break from tightening as the economy slows to a below-trend growth pace in the second half of 2002. Our year-end federal funds forecast is now 2.5%.

As a result, we expect to maintain a neutral weighted average maturity in an effort to benefit from a rising interest rate environment. We anticipate a continued decline in bank issued money market securities and will therefore focus on increasing the Portfolio's exposure to the government securities market.

TCU GOVERNMENT SECURITIES PORTFOLIO

Objective

The TCU Government Securities Portfolio (“GSP” or the “Portfolio”) seeks to achieve a high level of current income, consistent with low volatility of principal, by investing in obligations authorized under the Federal Credit Union Act. The Portfolio invests primarily in mortgage-related securities issued or guaranteed by the U.S. government, its agencies, instrumentalities or sponsored enterprises. An investment in the Portfolio is neither insured nor guaranteed by the U.S. government. GSP’s maximum duration is equal to that of a Two-Year U.S. Treasury Security, and its target duration is to be no shorter than that of a Six-Month U.S. Treasury Security and no longer than that of a One-Year U.S. Treasury Security. As of February 28, 2002, its actual duration was 0.75 years, compared to 0.72 years for a Nine-Month Treasury Security.

Performance Review

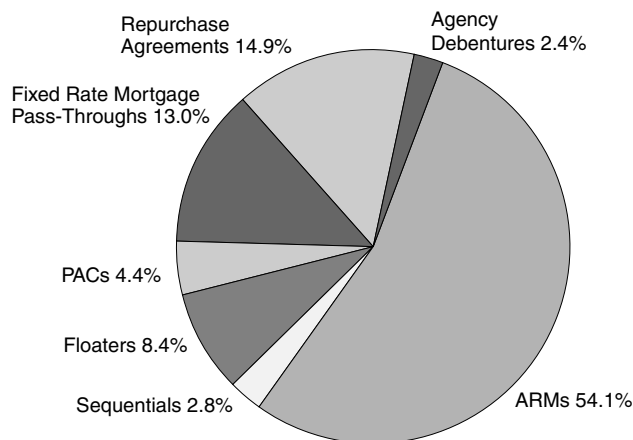
For the six-month period that ended February 28, 2002, the cumulative return of GSP was 3.03% versus the 2.14% total return for the nine-month Treasury average. (The Nine-Month Treasury Security, represents the average weighted return of the Six-Month Treasury Security and the One-Year U.S. Treasury Note Index as reported by Merrill Lynch. The Nine-Month Treasury Security does not reflect any fees or expenses.) The past performance of the Fund is no indication of its future results.

The Portfolio’s net asset value rose during the review period, closing at \$9.76, versus \$9.72 six months ago. As of February 28, 2002, the Portfolio’s 30-day distribution rate was 5.14% and its Standardized 30-day yield was 3.99%.

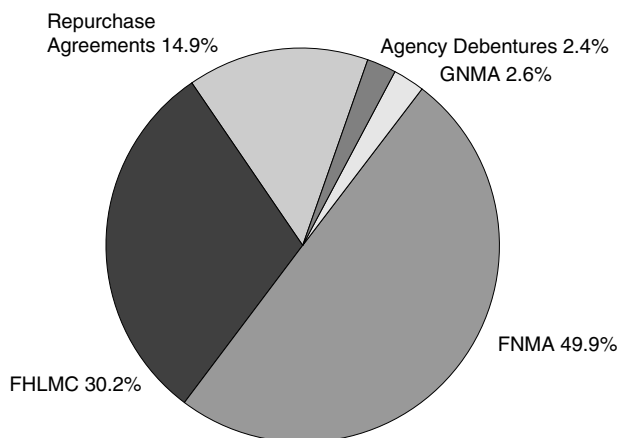
Portfolio Composition and Investment Strategies

With interest rates falling during much of the reporting period, mortgage-backed security (MBS) prepayment activity increased. As such, we continued to look for ways to protect the Portfolio by emphasizing securities with structural benefits for call protection.

Portfolio Composition* (as of February 28, 2002)



Issuer Allocation*



* The percentages shown are of total Portfolio investments. These percentages may differ from those in the accompanying Statement of Investments, which reflect Portfolio holdings as a percentage of net assets.

Looking Ahead

Over the next few months, as the economy continues its recovery, we expect mortgage prepayment rates to fall as interest rates rise. In addition, we believe that yields should move closer to trend levels toward the middle of the year. However, supply technicals may weaken mortgage spreads in the near term. Similarly, in agency debentures, heavy supply may weigh on the sector in the short term. Therefore, we are neutral on agencies relative to mortgage pass-throughs and adjustable-rate mortgages. We continue to find 15-year mortgages attractive relative to 30-year pass-throughs.

TCU MORTGAGE SECURITIES PORTFOLIO

Objective

The TCU Mortgage Securities Portfolio (“MSP” or the “Portfolio”) seeks to achieve a high level of current income, consistent with relatively low volatility of principal, by investing in obligations authorized under the Federal Credit Union Act. The Portfolio invests in mortgage-related securities issued by the U.S. government, its agencies, instrumentalities or sponsored enterprises and in mortgage securities rated AA or better by nationally recognized rating agencies. An investment in the Portfolio is neither insured nor guaranteed by the U.S. government. MSP invests in obligations authorized under the Federal Credit Union Act with a maximum portfolio duration not to exceed that of a Three-Year U.S. Treasury Security and a target duration equal to that of its benchmark, the Two-Year U.S. Treasury Security. As of February 28, 2002, the Portfolio’s actual duration was 1.84 years, versus 1.92 years for its benchmark.

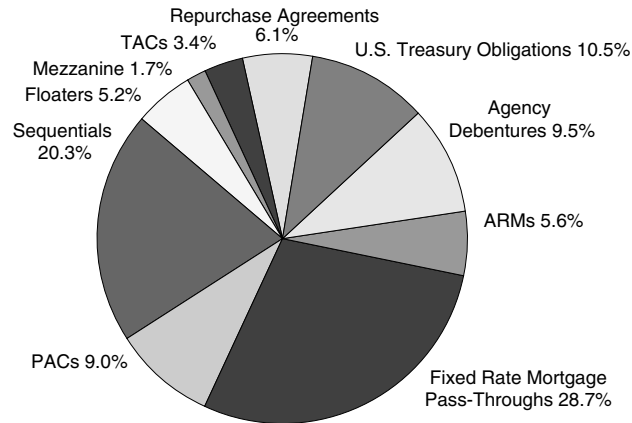
Performance Review

The Portfolio’s cumulative return for the six-month period ended February 28, 2002 was 3.41%, versus a 3.23% return for the Two-Year U.S. Treasury Note. The Portfolio’s net asset value rose during the review period, closing at \$9.89 versus \$9.84 six months ago. As of February 28, 2002, the Portfolio’s 30-day distribution rate was 5.94% and the Standardized 30-day yield was 5.19%. The past performance of the Fund is no indication of its future results.

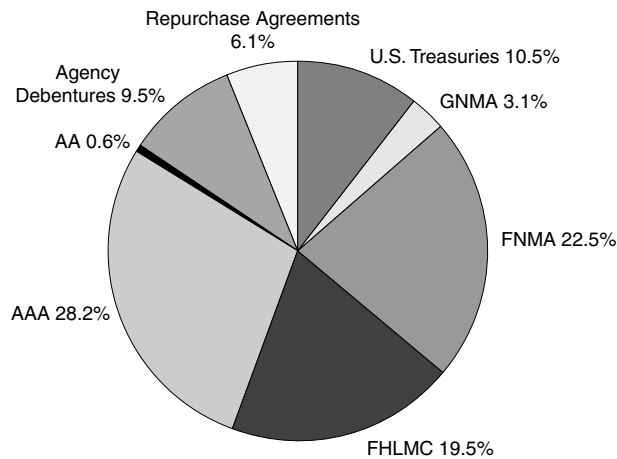
Portfolio Composition and Investment Strategies

With interest rates falling during much of the reporting period, mortgage-backed security (MBS) prepayment activity increased. As such, we continued to look for ways to protect the Portfolio by emphasizing securities with structural benefits for call protection.

Portfolio Composition* (as of February 28, 2002)



Issuer Allocation*



* The percentages shown are of total Portfolio investments. These percentages may differ from those in the accompanying Statement of Investments, which reflect Portfolio holdings as a percentage of net assets.

Looking Ahead

Over the next few months, as the economy continues its recovery, we expect mortgage prepayment rates to fall as interest rates rise. In addition, we believe that yields should move closer to trend levels toward the middle of the year. However, supply technicals may weaken mortgage spreads in the near term. Similarly, in agency debentures, heavy supply may weigh on the sector in the short term. Therefore, we are neutral on agencies relative to mortgage-pass-throughs and adjustable-rate mortgages. We continue to find 15-year mortgages attractive relative to 30-year pass-throughs.

TCU PORTFOLIO DISTRIBUTION POLICY

As required by tax law, all mutual funds, including the three TCU Portfolios, must distribute substantially all of the taxable income they generate each year.

For the TCU Money Market Portfolio, substantially all of the net investment income and net short-term capital gains will be declared as a dividend on a daily basis and paid monthly. If the Portfolio were to realize any net long-term capital gains, they would be distributed at least annually.

For the TCU Government Securities Portfolio and the TCU Mortgage Securities Portfolio, dividends are paid monthly based on the income each Portfolio is expected to generate during the month. The amount of the dividend will reflect changes in interest rates (i.e., as interest rates increase, dividends will increase and as interest rates decline, dividends will be reduced). In addition, because these TCU Portfolios invest in mortgage securities that are subject to prepayments, we cannot precisely predict the amount of principal and interest that a Portfolio will receive. Therefore, at times, a Portfolio may distribute amounts above or below current income levels. Any excess income, over-distributions or net capital gains generated will be paid in a special distribution or adjusted at least annually.

TRUST FOR CREDIT UNIONS

MONEY MARKET PORTFOLIO

STATEMENT OF INVESTMENTS

February 28, 2002
(Unaudited)
(\$ in Thousands)

<u>Principal Amount</u>	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Amortized Cost</u>	<u>Principal Amount</u>	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Amortized Cost</u>
Certificates of Deposit (3.6%)				Repurchase Agreements* (47.8%)			
Citibank, N.A.				C.S. First Boston Corp.			
\$ 25,000	1.80%	05/20/2002	\$ 25,000	\$150,000	1.61%	04/17/2002	\$ 150,000
J.P. Morgan Chase & Co., N.A.				Maturity Value: \$150,604			
50,000	1.77	04/05/2002	50,000	Dated: 01/17/2002			
Total Certificates of Deposit.....			\$ 75,000	Joint Account [^]			
				344,900	1.88	03/01/2002	344,900
Government Agency Securities (34.3%)				Joint Account II [^]			
Federal Home Loan Mortgage Association				300,000	1.90	03/01/2002	300,000
\$300,000	1.82%	03/01/2002	\$ 300,000	UBS Warburg LLC			
40,830	1.60	03/12/2002	40,810	150,000	1.79	05/31/2002	150,000
Federal National Mortgage Association				Maturity Value: \$150,850			
275,000	1.82	03/01/2002	275,000	Dated: 02/06/2002			
100,000	2.35	03/21/2002	99,870	50,000	1.83	06/28/2002	50,000
Total Government Agency Securities.....			\$ 715,680	Maturity Value: \$ 50,320			
				Dated: 02/22/2002			
Time Deposits (10.8%)				Total Repurchase Agreements.....			\$ 994,900
Branch Banking & Trust Co.				Total Investments			\$2,083,553
\$ 75,000	1.84%	03/01/2002	\$ 75,000				
Regions Bank							
75,000	1.88	03/01/2002	75,000				
State Street Bank & Trust Co.							
75,000	1.88	03/01/2002	75,000				
Total Time Deposits			\$ 225,000				
Variable Rate Obligations# (3.5%)							
Federal Home Loan Bank							
\$ 40,000	1.76%	05/19/2002	\$ 39,985				
Federal National Mortgage Association							
33,000	1.75	03/01/2002	32,988				
Total Variable Rate Obligations			\$ 72,973				

Variable rate securities. Coupon rates disclosed are those which are in effect at February 28, 2002. Maturity date shown is the date of the next coupon rate reset or actual maturity.

[^] Repurchase agreement was entered into on February 28, 2002.

* At February 28, 2002, these agreements were fully collateralized by U.S. Treasury Obligations and Federal Agency Obligations.

The percentage shown for each investment category reflects the value of investments in that category as a percentage of total net assets.

The accompanying notes are an integral part of these financial statements.

TRUST FOR CREDIT UNIONS

GOVERNMENT SECURITIES PORTFOLIO

STATEMENT OF INVESTMENTS

February 28, 2002

(Unaudited)

(\$ in Thousands)

<u>Principal Amount</u>	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Value</u>	<u>Principal Amount</u>	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Value</u>
Mortgage-Backed Obligations (84.8%)				Mortgage-Backed Obligations—(Continued)			
<i>Adjustable Rate Federal Home Loan Mortgage Corp.</i>				<i>Adjustable Rate FNMA—(Continued)</i>			
<i>(FHLMC) # (14.8%)</i>							
\$ 1,475	6.13%	08/01/2017	\$ 1,487	\$ 900	6.38%	11/01/2017	\$ 934
1,672	6.42	01/01/2018	1,681	499	6.63	11/01/2017	504
2,457	6.28	04/01/2018	2,545	4,627	5.88	12/01/2017	4,754
912	6.35	05/01/2018	921	1,164	6.02	03/01/2018	1,177
320	6.47	05/01/2018	322	669	6.00	04/01/2018	688
2,187	7.45	05/01/2018	2,246	550	5.94	05/01/2018	563
2,424	6.35	08/01/2019	2,467	908	5.98	06/01/2018	918
3,323	6.52	08/01/2019	3,380	121	6.75	06/01/2018	123
14,616	7.01	11/01/2019	15,077	3,045	6.18	08/01/2018	3,124
1,930	6.42	07/01/2021	1,960	4,411	6.30	09/01/2018	4,648
2,266	6.31	11/01/2021	2,300	476	6.08	11/01/2018	491
1,634	6.32	02/01/2022	1,657	2,263	6.20	12/01/2018	2,339
8,349	6.52	02/01/2022	8,561	4,325	6.21	12/01/2018	4,563
6,616	6.60	04/01/2022	6,832	1,035	5.94	05/01/2019	1,058
781	5.96	11/01/2022	782	7,199	5.96	06/01/2019	7,397
1,006	6.34	11/01/2022	1,017	1,181	6.12	07/01/2019	1,219
4,718	6.45	11/01/2022	4,857	3,724	7.01	12/01/2019	3,775
4,732	6.56	11/01/2022	4,837	1,551	6.09	01/01/2020	1,601
2,966	6.47	06/01/2024	3,031	1,805	6.82	03/01/2020	1,856
507	6.72	10/01/2024	521	599	5.57	05/01/2020	615
1,720	7.36	10/01/2025	1,771	5,776	6.68	05/01/2020	5,962
819	5.85	02/01/2028	825	2,414	6.10	12/01/2020	2,457
1,231	5.88	04/01/2028	1,244	4,022	5.35	12/25/2020	3,866
21,037	6.50	04/01/2028	21,518	13,875	6.34	01/01/2021	14,317
9,752	8.47	08/01/2028	10,069	5,868	6.00	04/01/2021	6,026
537	5.85	07/01/2029	551	24,093	6.30	09/01/2021	24,762
1,943	6.20	05/01/2031	2,010	321	5.89	10/01/2021	320
Total Adjustable Rate FHLMC.....			<u>\$104,469</u>	1,240	6.39	11/01/2021	1,274
<i>Adjustable Rate Federal National Mortgage Association</i>				7,666	6.62	02/01/2022	8,366
<i>(FNMA) # (38.9%)</i>				2,314	6.12	05/01/2022	2,361
\$ 1,200	7.18%	10/01/2013	\$ 1,230	10,396	6.33	09/01/2022	10,702
1,518	5.58	03/01/2017	1,516	1,280	7.84	01/01/2023	1,313
962	7.24	07/01/2017	1,016	1,417	6.04	03/01/2024	1,440
768	5.70	11/01/2017	779	5,833	6.20	09/01/2025	5,933
				1,998	5.63	10/01/2025	2,016
				1,684	6.04	07/01/2027	1,732

The accompanying notes are an integral
part of these financial statements.

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GOVERNMENT SECURITIES PORTFOLIO—(Continued)

STATEMENT OF INVESTMENTS

February 28, 2002

(Unaudited)

(\$ in Thousands)

Principal Amount	Interest Rate	Maturity Date	Value	Principal Amount	Interest Rate	Maturity Date	Value
Mortgage-Backed Obligations—(Continued)				Mortgage-Backed Obligations—(Continued)			
<i>Adjustable Rate FNMA—(Continued)</i>				<i>Fixed Rate FHLMC—(Continued)</i>			
\$ 1,193	5.79%	10/01/2027	\$ 1,210	\$ 9,993	7.50%	01/01/2032	\$ 10,418
3,682	6.67	07/01/2028	3,789	Total Fixed Rate FHLMC			\$ 54,988
15,328	6.69	02/01/2029	15,759	<i>Fixed Rate Federal National Mortgage Association</i>			
256	6.36	01/01/2031	262	<i>(FNMA) (4.7%)</i>			
10,165	6.14	07/01/2031	10,449	\$ 2,222	7.00%	10/01/2002	\$ 2,264
27,696	6.46	09/01/2031	28,951	1,412	7.00	03/01/2004	1,453
11,473	6.46	11/01/2031	11,944	40	7.00	04/01/2004	41
23,095	5.49	06/01/2040	23,583	1,551	6.00	06/01/2004	1,557
21,281	6.92	12/01/2040	22,096	219	6.00	06/01/2008	225
16,649	3.42	04/01/2041	16,845	2,365	6.00	07/01/2008	2,443
Total Adjustable Rate FNMA.....			\$274,623	770	6.00	09/01/2008	796
<i>Adjustable Rate Government National Mortgage</i>				872	6.00	10/01/2008	900
<i>Association (GNMA) # (1.8%)</i>				1,200	6.00	12/01/2008	1,240
\$ 1,085	6.63%	11/20/2020	\$ 1,118	3,131	6.00	01/01/2009	3,235
371	6.75	09/20/2021	380	392	6.00	02/01/2009	405
2,495	6.38	05/20/2022	2,548	479	6.00	03/01/2009	495
1,672	6.75	09/20/2022	1,712	4,358	7.00	04/01/2009	4,566
2,064	6.38	03/20/2023	2,097	9,836	6.00	11/01/2016	9,996
1,905	6.75	07/20/2023	1,951	3,370	6.50	09/01/2024	3,455
1,412	6.75	09/20/2023	1,446	Total Fixed Rate FNMA			\$ 33,071
1,685	6.75	09/20/2025	1,724	<i>Fixed Rate Government National Mortgage Association</i>			
Total Adjustable Rate GNMA			\$ 12,976	<i>(GNMA) (0.9%)</i>			
<i>Fixed Rate Federal Home Loan Mortgage Corp.</i>				\$ 33	8.00%	02/15/2011	\$ 35
<i>(FHLMC) (7.8%)</i>				18	8.00	09/15/2011	19
\$ 2,809	6.00%	07/01/2008	\$ 2,906	18	8.00	11/15/2011	19
8,159	6.00	05/01/2009	8,442	22	8.00	10/15/2014	24
1,788	6.50	11/01/2010	1,864	940	8.00	01/15/2015	999
1,453	6.00	04/01/2011	1,503	1,772	8.00	04/15/2015	1,882
6,177	6.50	09/01/2013	6,416	828	8.00	05/15/2015	880
3,473	6.50	10/01/2013	3,604	860	8.00	06/15/2015	914
3,466	6.50	05/01/2014	3,596	1,191	8.00	07/15/2015	1,265
2,547	6.50	06/01/2014	2,637	29	8.00	09/15/2015	31
10,659	8.00	12/01/2015	11,287	Total Fixed Rate GNMA			\$ 6,068
2,232	6.50	07/01/2016	2,315				

The accompanying notes are an integral
part of these financial statements.

TRUST FOR CREDIT UNIONS

GOVERNMENT SECURITIES PORTFOLIO—(Continued)

STATEMENT OF INVESTMENTS

February 28, 2002

(Unaudited)

(\$ in Thousands)

<u>Principal Amount</u>	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Value</u>	<u>Principal Amount</u>	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Value</u>
Mortgage-Backed Obligations—(Continued)				Mortgage-Backed Obligations—(Continued)			
<i>Collateralized Mortgage Obligations (CMOs) (15.9%)</i>				<i>Planned Amortization Class (PAC) CMOs (4.5%)</i>			
<i>Regular Floater CMOs # (8.6%)</i>				FHLMC Series 1331, Class O			
FHLMC Series 1009, Class D				\$ 8,810	8.00%	07/15/2007	\$ 9,445
\$ 501	2.48%	10/15/2020	\$ 503	FHLMC Series 1993-15, Class J			
FHLMC Series 1066, Class P				7,000	6.75	03/25/2022	7,347
1,520	2.78	04/15/2021	1,527	FHLMC Series 2111, Class TB			
FHLMC Series 1448, Class F				2,885	6.00	02/15/2008	2,957
3,000	3.28	12/15/2022	3,079	FNMA Series 1993-181, Class G			
FHLMC Series 1555, Class FA				9,000	6.25	06/25/2008	9,368
2,265	3.08	08/15/2008	2,349	FNMA Series 1999-55, Class PA			
FHLMC Series 1575, Class FA				2,524	7.00	06/18/2013	2,611
3,000	3.38	08/15/2008	3,057	Total PAC CMOs			<u>\$ 31,728</u>
FHLMC Series 16, Class FC				<i>Sequential Fixed Rate CMOs (2.8%)</i>			
270	2.98	08/25/2023	270	FHLMC Series 1843, Class C			
FHLMC Series 1698, Class FA				\$ 943	7.00%	09/15/2022	\$ 953
2,966	2.68	03/15/2009	2,987	FHLMC Series 2152, Class AB			
FHLMC Series 1715, Class FA				14,320	6.25	01/15/2026	14,703
10,000	4.42	04/15/2024	10,073	FNMA REMIC Trust Series 1997-31,			
FNMA REMIC Trust Series 1992-137,				Class C			
Class F				2,247	6.00	12/18/2010	2,293
11,769	2.88	08/25/2022	12,146	FNMA REMIC Trust Series 1996-68,			
FNMA REMIC Trust Series 1992-155,				Class C			
Class FC				210	6.50	08/18/2018	210
5,000	2.73	09/25/2007	5,116	FNMA REMIC Trust Series G93-33,			
FNMA REMIC Trust Series 1992-161,				Class G			
Class F				2,055	6.25	05/25/2019	2,078
1,355	4.49	11/25/2021	1,366	Total Sequential Fixed Rate CMOs			<u>\$ 20,237</u>
FNMA REMIC Trust Series 1993-27,				Total Collateralized Mortgage			
Class F				Obligations.....			<u>\$112,623</u>
15,085	3.03	02/25/2023	15,313	Total Mortgage-Backed Obligations			
FNMA REMIC Trust Series G93-27,				(cost \$597,355)			<u>\$598,818</u>
Class F							
2,910	3.21	08/25/2023	<u>2,872</u>				
Total Regular Floater CMOs			<u>\$ 60,658</u>				

The accompanying notes are an integral
part of these financial statements.

TRUST FOR CREDIT UNIONS

GOVERNMENT SECURITIES PORTFOLIO—(Continued)

STATEMENT OF INVESTMENTS

February 28, 2002

(Unaudited)

(\$ in Thousands)

<u>Principal Amount</u>	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Value</u>	<u>Principal Amount</u>	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Value</u>
Agency Debentures (2.5%)				Repurchase Agreement (15.3%)			
Federal Home Loan Bank				Joint Account II [^]			
\$ 4,000	6.57%	06/18/2004	\$ 4,264	\$108,000	1.90%	03/01/2002	<u>\$108,000</u>
Small Business Administration				Total Repurchase Agreement			
3,032	2.58#	03/25/2014	3,032	(cost \$108,000)			<u>\$108,000</u>
Sri Lanka Aid				Total Investments			
10,000	2.20#	11/01/2024	<u>10,003</u>	(cost \$722,699)			<u>\$724,117</u>
Total Agency Debentures (cost							
\$17,344)			<u>\$ 17,299</u>				

Variable rate securities. Coupon rates disclosed are those which are in effect at February 28, 2002.

[^] Repurchase agreement was entered into on February 28, 2002.

The percentage shown for each investment category reflects the value of investments in that category as a percentage of total net assets.

Investment Abbreviation:

REMIC—Real Estate Mortgage Investment Conduit

The accompanying notes are an integral part of these financial statements.

TRUST FOR CREDIT UNIONS

MORTGAGE SECURITIES PORTFOLIO

STATEMENT OF INVESTMENTS

February 28, 2002

(Unaudited)

(\$ in Thousands)

<u>Principal Amount</u>	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Value</u>	<u>Principal Amount</u>	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Value</u>
Mortgage-Backed Obligations (78.0%)				Mortgage-Backed Obligations—(Continued)			
<i>Fixed Rate Federal Home Loan Mortgage Corp.</i> <i>(FHLMC) Gold (15.4%)</i>				<i>Fixed Rate FNMA—(Continued)</i>			
\$ 192	7.00%	12/01/2007	\$ 202	\$ 1,433	6.50%	07/01/2013	\$ 1,487
486	7.00	03/01/2009	511	847	6.50	08/01/2013	880
714	7.00	04/01/2009	750	1,189	6.00	11/01/2013	1,217
3,454	6.00	05/01/2009	3,573	94	6.50	11/01/2013	98
6,701	7.00	06/01/2009	7,041	38	6.50	01/01/2014	40
4,842	6.00	03/01/2012	5,010	1,030	6.50	12/01/2014	1,066
3,695	6.50	12/01/2012	3,835	781	6.00	06/01/2015	798
5,025	7.00	04/01/2013	5,272	650	6.00	07/01/2016	661
2,186	6.50	05/01/2013	2,273	755	6.00	08/01/2016	767
558	6.50	06/01/2013	579	1,633	6.00	09/01/2016	1,660
6,658	6.50	07/01/2013	6,908	14,453	5.50	10/01/2016	14,418
5,207	6.50	07/01/2014	5,392	9,500	6.00	11/01/2016	9,655
643	8.00	07/01/2014	686				
4,666	6.50	09/01/2014	4,832	Total Fixed FNMA			\$ 50,499
240	7.00	03/01/2015	250	<i>Fixed Rate Government National Mortgage Association</i> <i>(GNMA) (3.3%)</i>			
3,792	6.50	05/01/2015	3,935	\$ 203	6.00%	07/15/2008	\$ 211
1,226	6.50	07/01/2016	1,272	66	6.00	08/15/2008	68
1,278	8.00	09/01/2017	1,365	1,453	6.00	09/15/2008	1,509
3,167	8.00	11/01/2017	3,363	1,076	6.00	10/15/2008	1,118
9,993	7.50	01/01/2032	10,418	309	6.00	11/15/2008	321
Total Fixed Rate FHLMC Gold....			\$ 67,467	219	6.00	12/15/2008	227
<i>Fixed Rate Federal National Mortgage Association</i> <i>(FNMA) (11.6%)</i>				279	6.00	01/15/2009	290
\$ 58	7.50%	12/01/2006	\$ 62	108	6.00	02/15/2009	112
447	6.00	09/01/2007	453	112	6.00	05/15/2009	116
9,165	6.50	04/01/2009	9,571	12	8.50	07/15/2009	13
435	6.00	11/01/2009	450	5	8.50	09/15/2009	5
101	7.50	09/01/2010	107	7	8.50	12/15/2009	8
163	7.50	07/01/2012	172	440	8.50	01/15/2010	470
2,617	6.00	01/01/2013	2,678	417	8.50	02/15/2010	445
16	8.00	01/01/2013	17	316	8.50	03/15/2010	337
4,087	6.50	06/01/2013	4,242	112	8.50	04/15/2010	119
				99	8.50	05/15/2010	105
				444	8.50	06/15/2010	475

The accompanying notes are an integral
part of these financial statements.

TRUST FOR CREDIT UNIONS

MORTGAGE SECURITIES PORTFOLIO—(Continued)

STATEMENT OF INVESTMENTS

February 28, 2002

(Unaudited)

(\$ in Thousands)

<u>Principal Amount</u>	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Value</u>	<u>Principal Amount</u>	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Value</u>
Mortgage-Backed Obligations—(Continued)				Mortgage-Backed Obligations—(Continued)			
<i>Fixed Rate GNMA—(Continued)</i>				<i>Adjustable Rate CMOs—(Continued)</i>			
\$ 101	8.50%	07/15/2010	\$ 107	Resolution Trust Corp. Series 1995-1,			
93	8.50	08/15/2010	99	Class A3			
118	8.50	10/15/2010	126	\$ 2,886	6.16%	10/25/2028	\$ 2,892
383	8.50	11/15/2010	409	Resolution Trust Corp. Series 1995-1,			
368	8.50	12/15/2010	393	Class M3			
485	8.50	09/15/2011	517	962	6.16	10/25/2028	967
329	8.50	10/15/2011	350	Resolution Trust Corp. Series 1995-2,			
232	8.50	03/15/2012	248	Class M3			
430	8.50	07/15/2012	457	1,809	5.88	05/25/2029	1,864
989	8.00	04/15/2015	1,051	Salomon Brothers Mortgage Securities VII			
816	8.00	05/15/2015	867	Series 1993-2, Class A1A			
1,408	8.00	06/15/2015	1,496	1,164	7.00	03/25/2023	1,167
172	8.00	08/15/2015	183	Salomon Brothers Mortgage Securities VII			
963	6.50	08/15/2016	999	Series 1994-20, Class A			
1,037	6.50	10/15/2016	1,076	1,406	7.31	01/12/2024	1,405
Total Fixed GNMA.....			<u>\$ 14,327</u>	Washington Mutual Series 2001-AR1,			
<i>Collateralized Mortgage Obligations</i>				Class 1A4			
<i>(CMOs) (47.7%)</i>				9,850	5.91	09/25/2031	<u>10,025</u>
<i>Adjustable Rate CMOs # (6.0%)</i>				Total Adjustable Rate CMOs			<u>\$ 25,948</u>
Chase Mortgage Finance Corp.				<i>Regular Floater CMOs # (5.5%)</i>			
Series 1995-A, Class A				CMC Securities Corp. III Series 1994-A,			
\$ 239	6.56%	04/25/2025	\$ 240	Class A17			
Citicorp Mortgage Securities, Inc.				\$ 4,171	3.00%	02/25/2024	\$ 4,235
Series 1992-17, Class A				FHLMC Series 1448, Class F			
1,683	6.36	09/25/2022	1,722	7,000	3.28	12/15/2022	7,185
DLJ Mortgage Acceptance Corp.				FNMA REMIC Trust Series 1994-65,			
Series 1993-Q3, Class A2				Class FB			
604	6.76	03/25/2023	611	10,000	4.45	01/25/2023	9,844
Federal National Mortgage Association				FNMA Series 1993-220, Class PF			
4,399	6.46	01/01/2021	4,540	2,698	4.50	09/25/2013	<u>2,687</u>
Imperial Savings Association				Total Regular Floater CMOs.....			
Series 1988-3, Class A							
511	6.04	01/25/2018	515				

The accompanying notes are an integral part of these financial statements.

TRUST FOR CREDIT UNIONS

MORTGAGE SECURITIES PORTFOLIO—(Continued)

STATEMENT OF INVESTMENTS

February 28, 2002

(Unaudited)

(\$ in Thousands)

Principal Amount	Interest Rate	Maturity Date	Value	Principal Amount	Interest Rate	Maturity Date	Value
Mortgage-Backed Obligations—(Continued)				Mortgage-Backed Obligations—(Continued)			
<i>Mezzanine CMO (1.8%)</i>				<i>PAC CMOs—(Continued)</i>			
FNMA Series 2001-42, Class HG				Residential Funding Mortgage Securities I			
\$ 7,250	10.00%	09/25/2016	<u>\$ 7,958</u>	Series 1993-S45, Class A1			
<i>Planned Amortization Class (PAC) CMOs (9.5%)</i>				\$ 492	6.50%	12/25/2023	\$ 496
Chase Mortgage Finance Corp.				Salomon Brothers Mortgage Securities VII			
Series 1994-G, Class A7				Series 1996-6K, Class A1			
\$ 10,152	7.00%	04/25/2025	\$ 10,554	879	7.00	10/30/2003	879
Chemical Mortgage Securities Inc.				Structured Mortgage Securities Corp.			
Series 1994-1, Class A1				Series 1994-1, Class A2			
188	6.25	01/25/2009	188	1,312	6.56	05/25/2009	<u>1,350</u>
Countrywide Funding Corp.				Total PAC CMOs			
Series 1993-2, Class A4							
4,025	6.50	10/25/2008	4,070				
Countrywide Funding Corp.				<i>Sequential Fixed Rate CMOs (21.4%)</i>			
Series 1993-9, Class A3				American Housing Trust Series VI, Class 1-I			
624	6.50	01/25/2009	631	\$ 5,419	9.15%	05/25/2020	\$ 5,800
FNMA REMIC Trust Series 1993-35,				FHLMC Series 1301, Class F			
Class H				4,874	7.00	03/15/2007	5,057
5,819	6.75	02/25/2008	6,019	FHLMC Series 1342, Class H			
FNMA REMIC Trust Series G93-31,				9,423	7.50	08/15/2007	9,947
Class PJ				First Nationwide Trust Series 1999-5,			
7,000	6.55	10/25/2020	7,235	Class 1PA1			
Norwest Asset Securities Corp.				9,387	7.00	01/19/2030	9,678
Series 1998-17, Class A2				FNMA REMIC Trust Series 1992-53, Class G			
3,006	6.25	08/25/2028	3,024	7,248	7.00	04/25/2007	7,527
Paine Webber Mortgage Acceptance				FNMA REMIC Trust Series 1993-131, Class Z			
Corp. Series 1993-6, Class A3				6,005	7.00	07/25/2008	6,293
52	6.90	08/25/2008	51	FNMA Series 1988-12, Class A			
Prudential Home Mortgage Securities Series 1993-36,				1,135	10.00	02/25/2018	1,261
Class A12				GE Capital Mortgage Services, Inc. REMIC			
5,802	7.25	10/25/2023	5,996	Series 1994-7, Class A12			
Prudential Home Mortgage Securities Series 1994-1,				10,368	6.00	02/25/2009	10,546
Class A10				Independent National Mortgage Corp.			
1,030	6.00	02/25/2009	1,035	Series 1994-Q, Class A11			
				2,202	7.50	09/25/2014	2,312

The accompanying notes are an integral part of these financial statements.

TRUST FOR CREDIT UNIONS

MORTGAGE SECURITIES PORTFOLIO—(Continued)

STATEMENT OF INVESTMENTS

February 28, 2002

(Unaudited)

(\$ in Thousands)

<u>Principal Amount</u>	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Value</u>	<u>Principal Amount</u>	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Value</u>
Mortgage-Backed Obligations—(Continued)				Mortgage-Backed Obligations—(Continued)			
Sequential Fixed Rate CMOs—(Continued)				TAC CMOs—(Continued)			
Norwest Asset Securities Corp.				Prudential Home Mortgage Securities			
Series 1997-5, Class A5				Series 1993-26, Class A9			
\$ 8,093	7.00%	04/25/2012	\$ 8,390	\$ 5,569	7.00%	07/25/2008	\$ 5,605
PNC Mortgage Securities Corp.				Total TAC CMOs			
Series 1997-4, Class 1PP4							
9,604	7.00	07/25/2027	9,969	Total Collateralized Mortgage			
Prudential Home Mortgage Securities				Obligations (CMOs)			
Series 1995-7, Class A7							
931	7.00	11/25/2025	938	Total Mortgage-Backed			
Residential Asset Securitization Trust				Obligations (cost \$335,741)....			
Series 1997-A3, Class A5							
1,163	7.75	05/25/2027	1,172	Agency Debentures (10.0%)			
Salomon Brothers Mortgage Securities VII				Federal Home Loan Mortgage Corp.			
Series 1999-6, Class A1				\$ 3,000 5.00% 01/15/2004			
7,613	6.50	12/20/2029	7,796	25,900	6.25	07/15/2004	\$ 3,103
Structured Asset Securities Corp.				Federal National Mortgage Association			
Series 2000-3, Class 1A7				10,000 4.65 12/19/2005			
6,400	8.00	07/25/2030	6,688	Student Loan Marketing Association			
Total Sequential Fixed Rate CMOs				3,000 4.75 04/23/2004			
				Total Agency Debentures			
				(cost \$43,443)			

TRUST FOR CREDIT UNIONS

MORTGAGE SECURITIES PORTFOLIO—(Continued)

STATEMENT OF INVESTMENTS

February 28, 2002

(Unaudited)

(\$ in Thousands)

<u>Principal Amount</u>	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Value</u>
Repurchase Agreement (6.5%)			
Joint Account II [^]			
\$ 28,300	1.90%	03/01/2002	<u>\$ 28,300</u>
Total Repurchase Agreement			
(cost \$28,300)			<u>\$ 28,300</u>
Total Investments			
(cost \$455,580)			<u><u>\$460,899</u></u>

Variable rate securities. Coupon rates disclosed are those which are in effect at February 28, 2002.

[^] Repurchase agreement was entered into on February 28, 2002.

The percentage shown for each investment category reflects the value of investments in that category as a percentage of total net assets.

Investment Abbreviation:

REMIC—Real Estate Mortgage Investment Conduit

The accompanying notes are an integral part of these financial statements.

TRUST FOR CREDIT UNIONS

STATEMENTS OF ASSETS AND LIABILITIES February 28, 2002 (Unaudited)

	Money Market Portfolio	Government Securities Portfolio	Mortgage Securities Portfolio
ASSETS			
Investment in securities, at value (identified cost \$1,088,652,837, \$614,699,442, \$427,280,120, respectively)	\$1,088,652,837	\$616,116,974	\$432,598,885
Repurchase agreements	994,900,000	108,000,000	28,300,000
Cash	—	35,552	84,028
Receivables:			
Investment securities sold	49,997,475	3,749,383	7,153,329
Interest	959,109	3,536,713	2,500,739
Fund shares sold	879,688	2,300,000	2,312,305
Other assets	3,427	2,319	1,637
Total assets	<u>2,135,392,536</u>	<u>733,740,941</u>	<u>472,950,923</u>
LIABILITIES			
Payables:			
Due to Bank	49,907,819	—	—
Investment securities purchased	—	25,428,878	34,878,110
Dividends	1,413,078	2,060,203	1,490,093
Advisory fees	113,023	106,408	67,607
Administration fees	32,292	53,204	16,902
Accrued expenses and other liabilities	435,921	12,663	39,904
Total liabilities	<u>51,902,133</u>	<u>27,661,356</u>	<u>36,492,616</u>
NET ASSETS			
Paid-in capital	2,083,490,403	723,064,092	440,774,612
Accumulated undistributed (distribution in excess of) net investment income	—	(3,114,592)	310,280
Accumulated net realized loss on investment transactions	—	(15,287,447)	(9,945,350)
Net unrealized gain on investments	—	1,417,532	5,318,765
Net assets	<u>\$2,083,490,403</u>	<u>\$706,079,585</u>	<u>\$436,458,307</u>
Net asset value & public offering price per unit (net assets/units outstanding)	<u>\$ 1.00</u>	<u>\$ 9.76</u>	<u>\$ 9.89</u>
UNITS OUTSTANDING			
Total units outstanding, \$0.001 par value (unlimited number of units authorized)	<u>2,083,490,403</u>	<u>72,360,177</u>	<u>44,123,414</u>

The accompanying notes are an integral
part of these financial statements.

TRUST FOR CREDIT UNIONS

STATEMENTS OF OPERATIONS For the Six Months Ended February 28, 2002 (Unaudited)

	Money Market Portfolio	Government Securities Portfolio	Mortgage Securities Portfolio
Investment Income:			
Interest income.....	\$23,139,274	\$14,486,743	\$13,451,937
Expenses:			
Advisory fees.....	1,552,404	646,112	444,372
Administration fees.....	985,347	323,056	111,093
Custodian fees.....	226,072	44,819	95,331
Registration fees.....	227,922	1,699	297
Professional fees.....	33,618	11,861	12,603
Trustees' fees.....	23,531	7,389	7,593
Transfer Agent fees.....	—	2,315	775
Other expenses.....	12,964	30,385	31,538
Total expenses.....	3,061,858	1,067,636	703,602
Less—expense reductions.....	(1,651,530)	(436)	(1,266)
Net expenses.....	1,410,328	1,067,200	702,336
Net investment income.....	21,728,946	13,419,543	12,749,601
Net realized gain on investment transactions.....	—	2,221,136	2,626,267
Net change in unrealized gain (loss) on investments.....	—	3,577,677	29,008
Net increase in net assets resulting from operations.....	\$21,728,946	\$19,218,356	\$15,404,876

The accompanying notes are an integral part of these financial statements.

TRUST FOR CREDIT UNIONS

STATEMENTS OF CHANGES IN NET ASSETS For the Six Months Ended February 28, 2002 (Unaudited)

	<u>Money Market Portfolio</u>	<u>Government Securities Portfolio</u>	<u>Mortgage Securities Portfolio</u>
From Operations:			
Net investment income	\$ 21,728,946	\$ 13,419,543	\$ 12,749,601
Net realized gain from investment transactions	—	2,221,136	2,626,267
Net change in unrealized gain (loss) on investments	—	3,577,677	29,008
Net increase in net assets resulting from operations	<u>21,728,946</u>	<u>19,218,356</u>	<u>15,404,876</u>
Distributions to Unitholders:			
From net investment income	<u>(21,728,946)</u>	<u>(16,778,866)</u>	<u>(12,764,326)</u>
Total distributions to Unitholders	<u>(21,728,946)</u>	<u>(16,778,866)</u>	<u>(12,764,326)</u>
From Unit Transactions:			
Proceeds from sales of units	6,437,279,156	124,188,393	34,960,100
Reinvestment of dividends and distributions	13,560,190	3,686,793	3,098,361
Cost of units repurchased	<u>(6,349,162,836)</u>	<u>(31,448,005)</u>	<u>(85,506,545)</u>
Net increase (decrease) in net assets resulting from unit transactions	<u>101,676,510</u>	<u>96,427,181</u>	<u>(47,448,084)</u>
Total increase (decrease)	<u>101,676,510</u>	<u>98,866,671</u>	<u>(44,807,534)</u>
Net assets:			
Beginning of period	<u>1,981,813,893</u>	<u>607,212,914</u>	<u>481,265,841</u>
End of period	<u>\$ 2,083,490,403</u>	<u>\$706,079,585</u>	<u>\$436,458,307</u>
Accumulated undistributed (distributions in excess of) net investment income	<u>\$ —</u>	<u>\$ (3,114,592)</u>	<u>\$ 310,280</u>
Summary of Unit Transactions:			
Units sold	6,437,279,156	12,706,022	3,529,576
Reinvestment of dividends and distributions	13,560,190	377,052	312,544
Units repurchased	<u>(6,349,162,836)</u>	<u>(3,213,698)</u>	<u>(8,611,652)</u>
Increase (decrease) in units outstanding	<u>101,676,510</u>	<u>9,869,376</u>	<u>(4,769,532)</u>

The accompanying notes are an integral part of these financial statements.

TRUST FOR CREDIT UNIONS

STATEMENTS OF CHANGES IN NET ASSETS For the Year Ended August 31, 2001

	Money Market Portfolio	Government Securities Portfolio	Mortgage Securities Portfolio
From Operations:			
Net investment income	\$ 65,450,938	\$ 33,826,738	\$ 29,305,426
Net realized gain from investment transactions	—	1,335,867	2,728,805
Net change in unrealized loss on investments	—	2,914,393	10,554,264
Net increase in net assets resulting from operations	<u>65,450,938</u>	<u>38,076,998</u>	<u>42,588,495</u>
Distributions to Unitholders:			
From net investment income	<u>(65,450,938)</u>	<u>(33,370,749)</u>	<u>(29,056,957)</u>
Total distributions to Unitholders	<u>(65,450,938)</u>	<u>(33,370,749)</u>	<u>(29,056,957)</u>
From Unit Transactions:			
Proceeds from sales of units	12,911,876,016	112,665,000	43,742,007
Reinvestment of dividends and distributions	25,716,092	6,155,392	4,891,066
Cost of units repurchased	<u>(11,402,252,237)</u>	<u>(56,116,813)</u>	<u>(36,181,319)</u>
Net increase in net assets resulting from unit transactions	<u>1,535,339,871</u>	<u>62,703,579</u>	<u>12,451,754</u>
Total increase	<u>1,535,339,871</u>	<u>67,409,828</u>	<u>25,983,292</u>
Net assets:			
Beginning of year	<u>446,474,022</u>	<u>539,803,086</u>	<u>455,282,549</u>
End of year	<u>\$ 1,981,813,893</u>	<u>\$ 607,212,914</u>	<u>\$481,265,841</u>
Accumulated undistributed net investment income	<u>\$ —</u>	<u>\$ 244,731</u>	<u>\$ 325,005</u>
Summary of Unit Transactions:			
Units sold	12,911,876,016	11,597,069	4,465,589
Reinvestment of dividends and distributions	25,716,092	634,904	501,808
Units repurchased	<u>(11,402,252,237)</u>	<u>(5,789,125)</u>	<u>(3,695,580)</u>
Increase in units outstanding	<u>1,535,339,871</u>	<u>6,442,848</u>	<u>1,271,817</u>

The accompanying notes are an integral
part of these financial statements.

TRUST FOR CREDIT UNIONS

MONEY MARKET PORTFOLIO
FINANCIAL HIGHLIGHTS

SELECTED DATA FOR A UNIT OUTSTANDING THROUGHOUT EACH PERIOD

	Income from investment operations ^(a)	Distributions to unitholders			Ratio of net invest- ment to income to average net assets	Net assets at end of period (000)'s	Ratio of expenses to average net assets	Ratio information assuming no expense reductions		
	Net asset value, begin- ning of period	Net invest- ment income	From net invest- ment income	Net asset value, end of period	Total ^(b) return			Ratio of net investment income to average net assets		
Six months ended (unaudited):										
2/28/02	\$1.00	\$0.01	\$(0.01)	\$1.00	1.11%	0.12% ^(c)	2.21% ^(c)	\$2,083,490	0.29% ^(c)	2.04% ^(c)
Year ended:										
8/31/01	1.00	0.05	(0.05)	1.00	5.42	0.11	4.80	1,981,814	0.28	4.63
8/31/00	1.00	0.06	(0.06)	1.00	5.95	0.12	5.71	446,474	0.30	5.53
8/31/99	1.00	0.05	(0.05)	1.00	5.09	0.13	4.94	1,068,369	0.30	4.77
8/31/98	1.00	0.06	(0.06)	1.00	5.67	0.11	5.52	972,857	0.30	5.33
8/31/97	1.00	0.05	(0.05)	1.00	5.43	0.18	5.31	441,205	0.33	5.16

^(a) Calculated based on average units outstanding methodology.

^(b) Assumes investment at the net asset value at the beginning of the period, reinvestment of all distributions and a complete redemption of the investment at the net asset value at the end of the period. Total returns for periods less than one full year are not annualized.

^(c) Annualized.

The accompanying notes are an integral
part of these financial statements.

TRUST FOR CREDIT UNIONS

GOVERNMENT SECURITIES PORTFOLIO FINANCIAL HIGHLIGHTS

SELECTED DATA FOR A UNIT OUTSTANDING THROUGHOUT EACH PERIOD

	Income from investment operations			Distributions to unitholders			Ratio of net investment income to net assets			Net assets at end of period (000's)	Port-folio turnover rate ^(d)
	Net asset value, beginning of period	Net investment income	Net realized and unrealized gain (loss) on investments	Total income from investment operations	From net investment income	In excess of net investment income	Ratio of expenses to average net assets	Ratio of investment income to average net assets			
Six months ended (unaudited):											
2/28/02	\$9.72	\$0.20 ^{(a)(e)}	\$ 0.09 ^(c)	\$0.29	\$(0.25)	—	\$(0.25)	0.33% ^(c)	4.16% ^{(c)(e)}	\$706,080	69%
Year ended:											
8/31/01	9.63	0.61 ^(a)	0.08	0.69	(0.60)	—	(0.60)	0.34	6.27	607,213	35
8/31/00	9.65	0.59 ^(a)	(0.04)	0.55	(0.57)	—	(0.57)	0.34	6.15	539,803	61
8/31/99	9.79	0.54	(0.14)	0.40	(0.54)	—	(0.54)	0.33	5.60	693,157	153
8/31/98	9.84	0.58	(0.04)	0.54	(0.58)	(0.01)	(0.59)	0.34	5.83	654,653	94
8/31/97	9.76	0.59	0.08	0.67	(0.59)	—	(0.59)	0.34	6.02	564,642	88

^(a) Calculated based on average units outstanding methodology.

^(b) Assumes investment at the net asset value at the beginning of the period, reinvestment of all distributions and a complete redemption of the investment at the net asset value at the end of the period. Total returns for periods less than one full year are not annualized.

^(c) Annualized.

^(d) Includes the effect of mortgage dollar roll transactions, if any.

^(e) As required, effective September 1, 2001, the Portfolio has adopted the provisions of the AICPA Audit and Accounting Guide for Investment Companies and began amortizing premium on debt securities. The effect of this change for the six months ended February 28, 2002 was to decrease net investment income per share by \$0.03, increase net realized gains and losses per share by \$0.03, and decrease the ratio of net investment income to average net assets by 0.73%. Per share ratios and supplemental data for periods prior to September 1, 2001 have not been restated to reflect this change in presentation.

The accompanying notes are an integral part of these financial statements.

TRUST FOR CREDIT UNIONS

MORTGAGE SECURITIES PORTFOLIO
FINANCIAL HIGHLIGHTS

SELECTED DATA FOR A UNIT OUTSTANDING THROUGHOUT EACH PERIOD

	Income from investment operations				Distributions to unitholders				Ratio of net investment income to average net assets	Ratio of net investment income to average net assets	Net assets at end of period (000's)	Port-folio turn-over rate ^(d)
	Net asset value, beginning of period	Net investment income	Net realized and unrealized gain (loss) on investments	Total income from investment operations	From net investment income	Total Distributions	Net asset value, end of period	Total ^(b) return				
Six months ended (unaudited):												
2/28/02.....	\$9.84	\$0.28 ^(a)	\$ 0.05	\$0.33	\$ (0.28)	\$ (0.28)	\$9.89	3.41 %	0.31% ^(c)	5.74% ^(c)	\$436,458	136%
Year ended:												
8/31/01.....	9.56	0.62 ^(a)	0.27	0.89	(0.61)	(0.61)	9.84	9.60	0.30	6.35	481,266	164
8/31/00.....	9.57	0.60 ^(a)	(0.02)	0.58	(0.59)	(0.59)	9.56	6.30	0.30	6.27	455,283	84
8/31/99.....	9.90	0.57	(0.33)	0.24	(0.57)	(0.57)	9.57	2.51	0.29	5.87	492,605	168
8/31/98.....	9.75	0.64	0.13	0.77	(0.62)	(0.62)	9.90	8.10	0.30	6.44	442,550	109
8/31/97.....	9.65	0.64	0.10	0.74	(0.64)	(0.64)	9.75	7.89	0.30	6.57	350,315	106

^(a) Calculated based on average units outstanding methodology.

^(b) Assumes investment at the net asset value at the beginning of the period, reinvestment of all distributions and a complete redemption of the investment at the net asset value at the end of the period. Total returns for periods less than one full year are not annualized.

^(c) Annualized.

^(d) Includes the effect of mortgage dollar roll transactions, if any.

The accompanying notes are an integral
part of these financial statements.

TRUST FOR CREDIT UNIONS

NOTES TO FINANCIAL STATEMENTS

February 28, 2002
(Unaudited)

1. Organization

Trust for Credit Unions is a Massachusetts business trust registered under the Investment Company Act of 1940, as amended, as an open-end management investment company consisting of three diversified portfolios: the Money Market Portfolio, Government Securities Portfolio and Mortgage Securities Portfolio collectively, “the Portfolios” or individually a “Portfolio.” Units of the Portfolios are offered for sale solely to state and federally chartered credit unions.

2. Summary of Significant Accounting Policies

The following is a summary of significant accounting policies followed by the Portfolios. The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that may affect the reported amounts. Actual results could differ from those estimates.

A. Investment Valuation

For the Government Securities and Mortgage Securities Portfolios, investments in mortgage-backed, asset-backed and U.S. Treasury obligations for which accurate market quotations are readily available are valued on the basis of quotations furnished by a pricing service or provided by dealers in such securities. Portfolio securities for which accurate market quotations are not readily available are valued based on yield equivalents, pricing matrices or other sources, under valuation procedures established by the Portfolios’ Board of Trustees. Securities of the Money Market Portfolio and short-term debt obligations maturing in sixty days or less for the Government Securities Portfolio and Mortgage Securities Portfolio are valued at amortized cost, which approximates market value.

B. Security Transactions and Investment Income

Security transactions are recorded as of the trade date. Realized gains and losses on sales of portfolio securities are calculated using the identified cost basis. For the Money Market Portfolio, interest income is determined on the basis of interest accrued, premium amortized and discount earned. The Mortgage Securities Portfolio amortizes market discounts and premiums on certain mortgage-backed securities and Treasury obligations. For the Government Securities and Mortgage Securities Portfolios, interest income is determined on the basis of interest accrued.

For the Government Securities Portfolio and Mortgage Securities Portfolio, premiums on interest-only securities and on collateralized mortgage obligations with nominal principal amounts are amortized on an effective yield basis over the expected life of the respective securities. Certain mortgage security paydown gains and losses are taxable as ordinary income. Such paydown gains and losses increase or

TRUST FOR CREDIT UNIONS

NOTES TO FINANCIAL STATEMENTS—(Continued)

February 28, 2002
(Unaudited)

2. Summary of Significant Accounting Policies—(Continued)

decrease taxable ordinary income available for distribution and are classified as interest income in the accompanying Statements of Operations. Original issue discounts (“OID”) on debt securities are amortized to interest income over the life of the security with a corresponding increase in the cost basis of that security. OID amortization on mortgage-backed REMIC securities is initially recorded based on estimates of principal paydowns using the most recent OID factors available from the issuer. Recorded amortization amounts are adjusted when actual OID factors are received. Market discounts and market premiums on debt securities, other than mortgage-backed securities, are amortized to interest income over the life of the security with a corresponding adjustment in the cost basis of that security.

As required, effective September 1, 2001, the Government Securities Portfolio has adopted the provisions of the AICPA Audit and Accounting Guide for Investment Companies and began amortizing premiums on debt securities. Prior to September 1, 2001, the Fund did not amortize premiums on debt securities. The effect of this accounting change had no impact on total net assets or the net asset value per share of the Fund.

The effect of this change for the six months ended February 28, 2002, was to decrease net investment income by \$2,379,578 and increase net realized gains (losses) on investments by \$2,379,578.

C. Mortgage Dollar Rolls

The Government Securities and Mortgage Securities Portfolios may enter into mortgage “dollar rolls” in which the Portfolios sell securities in the current month for delivery and simultaneously contract with the same counterparty to repurchase similar (same type, coupon and maturity), but not identical securities on a specified future date. For financial reporting and tax reporting purposes, the Portfolios treat mortgage dollar rolls as two separate transactions; one involving the purchase of a security and a separate transaction involving a sale.

D. Federal Taxes

It is each Portfolio’s policy to comply with the requirements of the Internal Revenue Code applicable to regulated investment companies and to distribute each year substantially all investment company taxable income and capital gains to its unitholders. Accordingly, no federal tax provisions are required. Income distributions are declared daily and paid monthly by the Portfolios. The characterization of distributions to unitholders for financial reporting purposes is determined in accordance with income tax rules. Therefore, the source of a Portfolio’s distributions may be shown in the accompanying financial statements as either from net investment income or net realized gains on

TRUST FOR CREDIT UNIONS

NOTES TO FINANCIAL STATEMENTS—(Continued)

February 28, 2002
(Unaudited)

2. Summary of Significant Accounting Policies—(Continued)

investment transactions, or from paid-in capital depending on the type of book/tax differences that may exist.

As of each Portfolio's most recent tax year-end, the following Portfolios had approximately the following amounts of capital loss carryforward for U.S. federal tax purposes:

<u>Portfolio</u>	<u>Amount</u>	<u>Years of Expiration</u>
Government Securities	\$16,822,000	2002 through 2009
Mortgage Securities	11,913,000	2002 through 2008

These amounts are available to be carried forward to offset future capital gains of the corresponding Portfolios to the extent permitted by applicable laws or regulations.

At February 28, 2002, the Portfolios' aggregate cost of portfolio securities, gross unrealized gain on investments and gross unrealized loss of investments for federal income tax purposes are as follows:

<u>Portfolio</u>	<u>Tax Cost</u>	<u>Gross Unrealized Gain</u>	<u>Gross Unrealized (Loss)</u>	<u>Net Unrealized Gain</u>
Money Market Portfolio	\$1,088,652,837	\$ —	\$ —	\$ —
Government Securities Portfolio	722,724,479	4,155,288	(2,762,793)	1,392,495
Mortgage Securities Portfolio	455,647,331	5,585,990	(334,436)	5,251,554

E. Expenses

Expenses incurred by the Portfolios that do not specifically relate to an individual Portfolio are generally allocated to the Portfolios based on each Portfolio's relative average net assets for the period.

F. Repurchase Agreements

Repurchase agreements involve the purchase of securities subject to the sellers agreement to repurchase them at a mutually agreed upon date and price. During the term of a repurchase agreement, the value of the underlying securities, including accrued interest, is required to equal or exceed the value of the repurchase agreement, including accrued interest. The underlying securities for all repurchase agreements are held in safekeeping at the Portfolios' custodian or at designated subcustodians.

TRUST FOR CREDIT UNIONS

NOTES TO FINANCIAL STATEMENTS—(Continued)

February 28, 2002
(Unaudited)

2. Summary of Significant Accounting Policies—(Continued)

G. When-Issued Securities

Consistent with National Credit Union Association (NCUA) rules and regulations, the Government Securities and Mortgage Securities Portfolios may purchase or sell securities in when-issued transactions. The value of a when-issued security sale may be recorded as a liability on the Portfolios' records with the difference between its market value and cash proceeds received being recorded as an unrealized gain or loss. Gains or losses are realized upon delivery of the security.

3. Agreements

Goldman Sachs Asset Management ("GSAM"), a unit of the Investment Management Division of Goldman, Sachs & Co. ("Goldman Sachs"), serves as investment adviser pursuant to an Advisory Agreement with the Portfolios. Under the Advisory Agreement, GSAM, subject to the general supervision of the Portfolio's Trustees, manages the Portfolios and provides certain administrative services. As compensation for services rendered under the Advisory Agreement and the assumption of the expenses related thereto, GSAM is entitled to a fee, computed daily and payable monthly, at the following annual rates as a percentage of each respective Portfolio's average daily net assets:

Portfolio	Asset levels	Fee
Money Market	up to \$300 million	0.20%
	in excess of \$300 million	0.15
Government Securities	all	0.20
Mortgage Securities	all	0.20

Goldman Sachs has voluntarily agreed to limit its advisory fee with respect to the Money Market Portfolio to 0.07% of average daily net assets. This voluntary limitation may be modified or eliminated by GSAM in the future at its discretion. For the six months ended February 28, 2002, GSAM waived advisory fees amounting to approximately \$863,000.

Callahan Credit Union Financial Services Limited Partnership ("CUFSLP") serves as the Portfolios' administrator pursuant to an Administration Agreement. Callahan Financial Services, Inc. serves as a general partner to CUFSLP, and 40 major credit unions are limited partners. Under the Administration Agreement, CUFSLP, subject to the general supervision of the Portfolios' Trustees, provides certain administrative services to the Portfolios. As compensation for services rendered under the Administration

TRUST FOR CREDIT UNIONS

NOTES TO FINANCIAL STATEMENTS—(Continued)

February 28, 2002
(Unaudited)

3. Agreements—(Continued)

Agreement, CUFSLP is entitled to the following fees, computed daily and payable monthly, at the following annual rates as a percentage of each respective Portfolio's average daily net assets:

<u>Portfolio</u>	<u>Fee</u>
Money Market	0.10%
Government Securities.....	0.10
Mortgage Securities	0.05

CUFSLP has voluntarily agreed to limit its administration fee with respect to the Money Market Portfolio to 0.02% of average daily net assets. For the six months ended February 28, 2002, CUFSLP waived administration fees amounting to approximately \$788,000.

CUFSLP has agreed that to the extent the total annualized expenses (excluding interest, taxes, brokerage and extraordinary expenses) (the "Expenses") of the Money Market Portfolio exceed .20% of the average daily net assets of the Money Market Portfolio, CUFSLP will either reduce the administration fees otherwise payable or pay such Expenses of the Money Market Portfolio. For the six months ended February 28, 2002, no expenses were required to be reimbursed by CUFSLP under this agreement.

CUFSLP and GSAM have each voluntarily agreed to limit the other annualized ordinary expenses (excluding advisory fees, administration fees, interest, taxes, brokerage and extraordinary expenses) of the Government Securities Portfolio such that CUFSLP will reimburse expenses that exceed 0.05% up to 0.10% of the Government Securities Portfolio's average daily net assets, and GSAM will reimburse expenses that exceed 0.10% up to 0.15% of the Government Securities Portfolio's average daily net assets. For the six months ended February 28, 2002, no expenses were required to be reimbursed by CUFSLP or GSAM under this agreement.

In addition, the Portfolios have entered into certain expenses offset arrangements with the custodian resulting in a reduction in the Portfolios' expenses. For the six months ended February 28, 2002, custody fee reductions for Money Market, Government Securities and Mortgage Securities Portfolios amounted to approximately \$1,000, \$400 and \$1,300, respectively.

Callahan Financial Services, Inc. and Goldman Sachs serve as exclusive distributors of units of the Portfolios. For the six months ended February 28, 2002, neither party received any compensation for this service. Goldman Sachs also serves as Transfer Agent of the Portfolios and receives a fee from the Government Securities and Mortgage Securities Portfolios.

TRUST FOR CREDIT UNIONS

NOTES TO FINANCIAL STATEMENTS—(Continued)

February 28, 2002
(Unaudited)

4. Investment Transactions

The cost of purchases and proceeds of sales and maturities of long-term securities for the Government Securities Portfolio and Mortgage Securities Portfolio for the six months ended February 28, 2002 were as follows (\$ in thousands):

	<u>Government Securities Portfolio</u>	<u>Mortgage Securities Portfolio</u>
Purchases of U.S. Government and agency obligations	\$566,434	\$592,138
Purchases (excluding U.S. Government and agency obligations)	—	10,186
Sales or maturities of U.S. Government and agency obligations	424,972	608,980
Sales or maturities (excluding U.S. Government and agency obligations)	—	13,376

5. Line of Credit Facility

The Portfolios participate in a \$350,000,000 committed, unsecured revolving line of credit facility. Under the most restrictive arrangement, each Portfolio must own securities having a market value in excess of 400% of the total bank borrowings. This facility is to be used solely for temporary or emergency purposes. The interest rate on borrowings is based on the Federal Funds rate. This facility also requires a fee to be paid by the Portfolios based on the amount of the commitment which has not been utilized. During the six months ended February 28, 2002, the Portfolios did not have any borrowings under this facility.

6. Other Matters

Pursuant to a Securities and Exchange Commission exemptive order, the Money Market Portfolio may enter into certain principal transactions, including repurchase agreements with Goldman Sachs.

7. Joint Repurchase Agreement Accounts

The Portfolios, together with other registered investment companies having advisory agreements with GSAM, transfer uninvested cash balances into joint accounts, the daily aggregate balances of which are invested in repurchase agreements.

As of February 28, 2002, the Money Market Portfolio had an undivided interest in the repurchase agreements in Joint Account I which equaled \$344,900,000 in principal amount. As of February 28,

TRUST FOR CREDIT UNIONS

NOTES TO FINANCIAL STATEMENTS—(Continued)

February 28, 2002
(Unaudited)

7. Joint Repurchase Agreement Accounts—(Continued)

2002, the repurchase agreements in this joint account were fully collateralized by U.S. Treasury obligations.

Repurchase Agreement	Principal Amount	Interest Rate	Maturity Date	Amortized Cost	Maturity Value
AMN AMRO, Inc.	\$ 300,000,000	1.88%	03/01/2002	\$ 300,000,000	\$ 300,015,667
Bank of America	200,000,000	1.87	03/01/2002	200,000,000	200,010,389
Barclays Capital	1,000,000,000	1.89	03/01/2002	1,000,000,000	1,000,052,500
Credit Suisse First Boston Corp.	250,000,000	1.87	03/01/2002	250,000,000	250,012,986
Deutsche Bank Securities, Inc.	800,000,000	1.87	03/01/2002	800,000,000	800,041,556
Greenwich Capital	300,000,000	1.89	03/01/2002	300,000,000	300,015,750
J.P. Morgan Chase & Co.	1,000,000,000	1.87	03/01/2002	1,000,000,000	1,000,051,944
Salomon Smith Barney Holdings, Inc.	800,000,000	1.87	03/01/2002	800,000,000	800,041,556
SG Cowen	300,000,000	1.88	03/01/2002	300,000,000	300,015,667
UBS Warburg LLC	2,000,000,000	1.88	03/01/2002	2,000,000,000	2,000,104,444
UBS Warburg LLC	250,000,000	1.90	03/01/2002	250,000,000	250,013,194
UBS Warburg LLC	700,000,000	1.89	03/01/2002	700,000,000	700,036,750
				\$7,900,000,000	\$7,900,412,403

As of February 28, 2002, the Money Market Portfolio, Government Securities Portfolio and the Mortgage Securities Portfolio had undivided interests in the repurchase agreements in Joint Account II which equaled \$300,000,000, \$108,000,000 and \$28,300,000 in principal amount, respectively. As of February 28, 2002, the repurchase agreements in this joint account were fully collateralized by Federal Agency obligations.

Repurchase Agreement	Principal Amount	Interest Rate	Maturity Date	Amortized Cost	Maturity Value
Bank of America	\$ 500,000,000	1.90%	03/01/2002	\$ 500,000,000	\$ 500,026,389
Barclays Capital	500,000,000	1.91	03/01/2002	500,000,000	500,026,528
Deutsche Bank Securities, Inc.	2,000,000,000	1.90	03/01/2002	2,000,000,000	2,000,105,556
Greenwich Capital	800,000,000	1.91	03/01/2002	800,000,000	800,042,444
J.P. Morgan Chase & Co.	2,500,000,000	1.90	03/01/2002	2,500,000,000	2,500,131,944
Morgan Stanley	1,500,000,000	1.90	03/01/2002	1,500,000,000	1,500,079,167
Salomon Smith Barney Holdings, Inc.	1,500,000,000	1.90	03/01/2002	1,500,000,000	1,500,079,167
SG Cowen Securities Corp.	300,000,000	1.91	03/01/2002	300,000,000	300,015,917
UBS Warburg LLC	1,500,400,000	1.90	03/01/2002	1,500,400,000	1,500,479,188
				\$11,100,400,000	\$11,100,986,300



Trustees

John T. Collins, *Chairman*
Thomas S. Condit, *Vice-Chairman*
James C. Barr
Jonathan Beinner
Edgar F. Callahan
Robert M. Coen
Betty G. Hobbs
Gary Oakland
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Kaysie P. Uniacke, *Assistant Secretary*

Administrator

Callahan Credit Union Financial Services, Inc.
Limited Partnership

Investment Adviser

Goldman Sachs Asset Management,
a business unit of the Investment Management Division
of Goldman, Sachs & Co.

Transfer Agent

Goldman, Sachs & Co.

Distributors

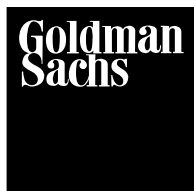
Callahan Financial Services, Inc.
Goldman, Sachs & Co.

Independent Accountants

PricewaterhouseCoopers LLP

Return address:

Goldman Sachs Funds
4900 Sears Tower, 51st Floor
Chicago, IL 60606



This Semi-Annual Report is authorized for distribution to prospective investors only when preceded or accompanied by the Trust for Credit Unions Prospectus which contains facts concerning the Portfolios' objectives and policies, management, expenses and other information.



Goldman Sachs Funds

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